

REGISTRAR
OF COMPANIES

HYDEAN INSURANCE SERVICES LIMITED

DIRECTORS' REPORT
AND
FINANCIAL STATEMENTS

YEAR ENDED 30TH APRIL, 1993

COMPANY NUMBER: 01649818



HYDEAN INSURANCE SERVICES LIMITED

YEAR ENDED 30TH APRIL, 1993

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WYDEAN INSURANCE SERVICES LIMITED
OFFICERS, ADDRESSES AND GENERAL INFORMATION

30TH APRIL, 1993

BOARD OF DIRECTORS:	Mrs. Pamela Brenda Baker Clive John Heath
COMPANY SECRETARY:	Mrs. Pamela Brenda Baker
COMPANY NUMBER:	01649818 (England and Wales)
REGISTERED OFFICE:	Wydean House, 27, Gloucester Road, Ross-on-Wye, Herefordshire.
REGISTERED AUDITORS:	Thorne & Co., Chartered Accountants, 1, St. Mary's Street, Ross-on-Wye, Herefordshire.
BANKERS:	Lloyds Bank P.L.C., 50, High Street, Ross-on-Wye, Herefordshire.
ADMINISTRATIVE OFFICE:	Wydean House, 27, Gloucester Road, Ross-on-Wye, Herefordshire.

HYEDEAN INSURANCE SERVICES LIMITED

DIRECTORS' REPORT

The directors present their report together with the audited financial statements of the company for the year ended 30th April, 1993.

Principal Activities and Review of the Business

The principal activity of the company during the accounting period remained that of insurance brokerage. The directors consider that the results for the year were satisfactory. There was a substantial growth once again in the general insurance business transacted and the overall trend since 30th April 1993 continues to be encouraging.

Results and Dividends

The trading profit for the year, after taxation, amounted to £16,614 (1992 - profit £15,885). Net interim dividends of £10,000 were paid in July 1992 and £5,000 in January 1993. The directors do not recommend the payment of a final ordinary dividend.

Fixed Assets

The changes in tangible fixed assets during the year are summarised in the notes to the financial statements. The company owned no intangible fixed assets.

Directors and their Interests

The directors who served during the year are as stated on page 1. Their interests (including family interests) in the share capital of the company were as follows:-

	<u>Ordinary £1 Shares</u>	
	<u>30th April, 1993</u>	<u>1st May, 1992</u>
Mrs. P.B. Baker	12	12
C.J. Heath	36	36

Charitable and Political Contributions

During the accounting year under review the company did not make any material charitable or political contributions.

Close Company

The company is a close company within the provisions of S.414 Income and Corporation Taxes Act 1988.

WYEDEAN INSURANCE SERVICES LIMITED

DIRECTORS' REPORT (CONTINUED)

Auditors

Due to the ineligibility of the previous auditors to continue to act in that capacity the directors appointed Messrs Thorne & Co., to fill the casual vacancy arising. A resolution to re-appoint Thorne & Co. as registered auditors will be put to the members at the next General Meeting.

This report was approved by the board on 7th October 1993.

Signed on behalf of the directors,



P.B. Baker

REPORT OF THE AUDITORS
YEAR ENDED 30TH APRIL, 1993

TO THE MEMBERS OF WYEDEAN INSURANCE SERVICES LIMITED

We have audited the financial statements on pages 5 to 14 in accordance with Auditing Standards.

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 30th April, 1993 and of its profit and cash flows for the year then ended and have been properly prepared in accordance with the Companies Act, 1985.

Thorne C

Thorne and Co.,
Chartered Accountants and Registered Auditors,
1, St. Mary's Street,
Ross-on-Wye,
Herefordshire.

12th November 1993

WYEDEAN INSURANCE SERVICES LIMITED

PROFIT AND LOSS ACCOUNT AND RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

YEAR ENDED 30TH APRIL, 1993

	Notes	£	£	Year Ended 30th April, 1992	
				£	£
TURNOVER	1		106,851		88,446
Establishment costs		12,182		11,456	
Administrative expenses		76,719		63,003	
			(88,901)		(74,459)
OPERATING PROFIT	2		17,950		13,987
Interest receivable		4,328		7,433	
Interest payable		(-)		(-)	
			4,328		7,433
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			22,278		21,420
Tax on profit on ordinary activities	5		(5,664)		(5,535)
PROFIT FOR THE FINANCIAL YEAR			16,614		15,885
Dividends	6		(15,000)		(12,840)
RETAINED PROFIT FOR THE YEAR			1,614		3,045
Retained profit brought forward			17,171		14,126
BALANCE AT 30TH APRIL 1993			18,785		17,171
ORDINARY SHARE CAPITAL			120		120
SHAREHOLDERS FUNDS AT 30TH APRIL 1993			18,905		17,291

There were no discontinued operations or acquisitions during the year.

There were no recognised gains or losses other than those reflected in the profit and loss account.

The notes on pages 8 to 14 form part of these financial statements.

HYDEAN INSURANCE SERVICES LIMITED


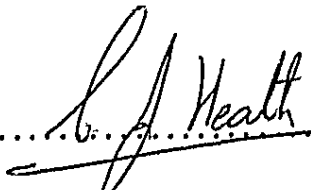
BALANCE SHEET

30TH APRIL, 1993

30th April, 1992

	<u>Notes</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
TANGIBLE FIXED ASSETS	7		11,300		9,200
CURRENT ASSETS					
Debtors	8	2,580		1,333	
Cash at bank - Clients' Account		52,238		48,823	
Cash at bank and in hand - Office Account		9,805		13,360	
		<u>64,623</u>		<u>63,516</u>	
CREDITORS: amounts falling due within one year	9	(56,037)		(55,425)	
NET CURRENT ASSETS			8,586		8,091
TOTAL ASSETS LESS CURRENT LIABILITIES			19,886		17,291
CREDITORS: amounts falling due after more than one year	10		(981)		(-)
PROVISION FOR LIABILITIES AND CHARGES			(-)		(-)
			<u>18,905</u>		<u>17,291</u>
CAPITAL AND RESERVES					
Called up Share Capital	11		120		120
Profit and Loss Account			18,785		17,171
SHAREHOLDERS FUNDS			<u>18,905</u>		<u>17,291</u>

Approved by the board of directors on 7th October 1993, and signed on its behalf.

..........Directors..........

The notes on pages 8 to 14 form part of these financial statements.

WYDEAN INSURANCE SERVICES LIMITED

CASH FLOW STATEMENT

YEAR ENDED 30TH APRIL 1993

	<u>Notes</u>	<u>1993</u>	<u>1992</u>
		£	£
Net cash flow from operating activities	12	26,295	34,969
Returns on investments and servicing of finance:			
Interest paid		(-)	(-)
Dividends paid		(15,000)	(12,840)
Net cash outflow from returns on investments and servicing of finance:		(15,000)	(12,840)
Taxation:			
Tax paid		(6,255)	(4,856)
Investing activities:			
Payments to acquire tangible fixed assets excluding those on finance lease and hire purchase contracts		(4,653)	(5,800)
Net cash outflow from investing activities		(4,653)	(5,800)
Net cash inflow before financing		387	11,473
Financing:			
Capital payments of finance lease and hire purchase rental payments	15	(527)	(-)
Net cash outflow from financing		(527)	(-)
(Decrease) increase in cash and cash equivalents	13, 14	(140)	11,473

The notes on pages 8 to 14 form part of these financial statements.

WYDEAN INSURANCE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH APRIL, 1993

1. ACCOUNTING POLICIES

Basis of Preparation of Financial Statements

The financial statements have been prepared under the historical cost convention. The financial statements have been prepared in accordance with applicable standards.

Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is based upon historical cost and the estimated effective lives of the assets concerned.

The tangible fixed assets are depreciated using the reducing balance basis at rates calculated to write them off over the period of their estimated effective lives.

The rates applied are as follows:-

Computer equipment	30%
Other office equipment	25%

Finance and Operating Leases

Assets obtained under finance leases are capitalised as tangible fixed assets and depreciated over the term of their estimated effective lives. Finance leases are defined as those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors, net of the interest element allocated to future periods. This interest element of the contract repayments is charged to profit and loss account on a weighted basis.

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

Deferred Taxation

No provision has been made in the financial statements for taxation deferred by reason of capital allowances exceeding depreciation as it is considered by the directors that no material liability to taxation will arise in the foreseeable future as a result of a reversal of these timing differences.

Advertising and Promotion

Advertising costs are written off as incurred.

HYDEW INSURANCE SERVICES LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 30TH APRIL 1993

1. ACCOUNTING POLICIES (CONTINUED)

Value Added Tax

The company registered for the purposes of V.A.T. with effect from 1st January 1993. Consequently items in the financial statements are shown inclusive of V.A.T. in so far as they relate to the period up to 31st December 1992 and exclusive of V.A.T. (where appropriate) for the period thereafter.

Commissions

Credit is taken for commissions in respect of general business transacted by reference to the date on which the net premium is remitted to the insurance company concerned. This date will normally follow closely upon the issue by the insurance company of its periodical statement of account.

Pensions

The company operates a defined contribution pension scheme for certain of its directors and senior employees and the pension charge represents the amounts payable by the company to the fund in respect of the year. The assets of the scheme are held separately from those of the company in an independently administered portfolio.

Turnover

Turnover represents the total value of services provided (mainly commissions) stated net of Value Added Tax (where applicable) and less any proportion rebated to third party intermediaries.

Turnover does not include income from outside the United Kingdom.

WYDEAN INSURANCE SERVICES LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 30TH APRIL, 1993

2. OPERATING PROFIT

	<u>1993</u>	<u>1992</u>
	£	£
Operating profit is stated after charging:		
Directors' remuneration	16,117	15,423
Auditors' remuneration	700	306
Depreciation of tangible fixed assets		
- owned by the company	4,153	3,688
- held under finance leases	253	-
	—	—

3. STAFF COSTS

Staff costs, including directors' remuneration, were as follows:-

	<u>1993</u>	<u>1992</u>
	£	£
Salaries	48,531	39,035
Social Security costs	3,611	3,114
Other pension costs	500	-
	—	—
	52,642	42,149
	—	—

The average weekly number of employees, including directors, during the year was as follows:

	<u>1993</u>	<u>1992</u>
Office and administration	7	5
	—	—

HYDEAN INSURANCE SERVICES LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 30TH APRIL, 1993

4. DIRECTORS' REMUNERATION	<u>1993</u>	<u>1992</u>
	£	£
For services as directors	2,000	1,500
Other emoluments (including pension contributions)	14,117	13,923
	<u>16,117</u>	<u>15,423</u>
5. TAXATION	<u>1993</u>	<u>1992</u>
	£	£
<u>U.K. Current year taxation:</u>		
U.K. corporation tax at 25% (1992 - 25%)	5,664	5,535
<u>Prior years:</u>		
U.K. corporation tax	-	-
	<u>5,664</u>	<u>5,535</u>
6. DIVIDENDS	<u>1993</u>	<u>1992</u>
	£	£
Interim dividends on the £1 ordinary shares	15,000	12,840

HYDEAN INSURANCE SERVICES LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 30TH APRIL, 1993

7. TANGIBLE FIXED ASSETS

	<u>Computer equipment</u>	<u>Other office equipment</u>	<u>Total</u>
	£	£	£
<u>Cost:</u>			
At 1st May, 1992	17,351	5,626	22,977
Additions	1,620	4,886	6,506
Disposals	(-)	(-)	(-)
At 30th April, 1993	18,971	10,512	29,483
<u>Depreciation (Rate)</u>	(30%)	(25%)	
At 1st May, 1992	10,351	3,426	13,777
Provided during year	2,620	1,786	4,406
On Disposals	(-)	(-)	(-)
At 30th April, 1993	12,971	5,212	18,183
<u>Net book value:</u>			
At 30th April, 1993	6,000	5,300	11,300
At 1st May, 1992	7,000	2,200	9,200

The net book value of "other office equipment" includes assets held under finance lease contracts amounting to £1,600 (1992 - £ nil)

8. DEBTORS

	<u>1993</u>	<u>1992</u>
	£	£
Due within one year:		
Trade debtors	188	160
Other debtors	918	353
Prepayments	1,474	820
	<u>2,580</u>	<u>1,333</u>

HYEDEAN INSURANCE SERVICES LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 30TH APRIL, 1993

9. CREDITORS: Amounts falling due within one year

	<u>1993</u> £	<u>1992</u> £
Monies held on behalf of Clients	52,238	50,839
Obligations under finance leases	345	-
Trade creditors	286	606
Current corporation tax	664	1,255
A.C.T. on interim dividend	-	-
Other taxes and social security costs	1,317	1,879
Accruals	1,187	846
	<hr/> 56,037 <hr/>	<hr/> 55,425 <hr/>

10. CREDITORS: Amounts falling due after more than one year

	<u>1993</u>	<u>1992</u>
Obligations under finance leases	£981	-
	<hr/>	<hr/>

11. CALLED UP SHARE CAPITAL

	<u>1993</u>	<u>1992</u>
<u>Authorised:</u>		
Ordinary shares of £1 each	£50,000	£50,000
	<hr/>	<hr/>
<u>Allotted, called up and fully paid:</u>		
Ordinary shares of £1 each	£120	£120
	<hr/>	<hr/>

12. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATIONS

	<u>1993</u> £	<u>1992</u> £
Operating Profit	22,278	21,420
Depreciation Charges	4,406	3,688
Increase in Debtors	(1,247)	(334)
Increase in Creditors	858	10,195
	<hr/> 26,295 <hr/>	<hr/> 34,969 <hr/>

HYDEAN INSURANCE SERVICES LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 30TH APRIL, 1993

13. ANALYSIS OF CHANGES IN CASH AND CASH EQUIVALENTS DURING THE YEAR

	<u>1993</u>	<u>1992</u>
	£	£
Balance at 1st May 1992	62,183	50,710
Net Cash (outflow) inflow	(140)	11,473
	<hr/>	<hr/>
Balance at 30th April 1993	62,043	62,183
	<hr/>	<hr/>

14. ANALYSIS OF THE BALANCE OF CASH AND CASH EQUIVALENTS AS SHOWN
 IN THE BALANCE SHEET

	<u>1993</u>	<u>1992</u>	<u>Change</u>	<u>1992</u>	<u>1991</u>	<u>Change</u>
	£	£	£	£	£	£
Cash at bank and in hand	62,043	62,183	(140)	62,183	50,710	11,473
Bank overdrafts	(-)	(-)	(-)	(-)	(-)	(-)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	62,043	62,183	(140)	62,183	50,710	11,473
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

15. ANALYSIS OF CHANGES IN FINANCING DURING THE YEAR

	<u>Finance leases</u>	<u>Finance leases</u>
	<u>1993</u>	<u>1992</u>
	£	£
Balance at 1st May 1992	-	-
New finance lease	1,853	-
Cash (outflow)	(527)	(-)
	<hr/>	<hr/>
	1,326	-
	<hr/>	<hr/>